

BROKER BRIEFINGS

NEWS

flash

11/10/06

Creditable Coverage Testing

Rocky Mountain Health Plans has conducted Medicare Part D creditable coverage testing for RMHP's 2007 commercial plans.

We complete this test so that all RMHP group plan sponsors can meet federal requirements concerning the provision of notice to Medicare-eligible beneficiaries about the creditability status of their prescription drug coverage.

Results of this creditable coverage testing indicate that all RMHP commercial plans are Part D creditable, with the exception of the following six (6) plans:

Group Plans:

- \$5 Generic Only Plan
- \$10 Generic Only Plan
- RMHP Discount Plan

Individual Plans:

- HMO Individual \$250 deductible Plan
- SOLO Individual \$250 deductible Plan
- SOLO \$10 Generic Only Plan

RMHP group plan sponsors will receive a notice next week regarding the Part D creditability of their RMHP plan options, so that they can advise their members accordingly. Medicare beneficiaries enrolled in RMHP individual plans will receive creditability disclosures directly from RMHP.

A sample of the group plan creditability notice is attached.

Grand Junction —
Headquarters
2775 Crossroads Blvd.
Grand Junction, CO 81506
970-244-7760

Denver
5990 Greenwood Plaza Blvd.
Suite 125
Greenwood Village, CO 80111
303-689-7367

Durango
72 Suttle Street
Suite C
Durango, CO 81303
970-385-5131

Glenwood Springs
817 Colorado Avenue
Suite 107
Glenwood Springs, CO 81601
970-928-8618

Pueblo
503 N. Main Street
Suite 718
Pueblo, CO 81003
719-253-3900

November 10, 2006

«GroupName»
«Address1»
«Address2»
«Address3»
«City», «State» «PostalCode»

RE: Medicare Part D Creditability Status

Dear Benefit Administrator:

This letter is being issued by Rocky Mountain Health Plans (RMHP) to advise you that the following plans:

- «Plan1»
- «Plan2»

offered by «GroupName» are Creditable plans under Medicare Part D requirements.

Additionally, please note that the following plan(s):

- «Plan3»
- «Plan4»
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offered by «GroupName» are Non-Creditable plans under Medicare Part D requirements. If you change your plan at renewal, we will notify you if your choice is a Creditable or Non-Creditable plan.

Under 42 C.F.R. § 423.56, «GroupName» is responsible for providing notice of creditability or non-creditability to all Medicare-eligible beneficiaries enrolled in the plan(s) it sponsors. As such, you should send a notice of creditable coverage to Medicare-eligible enrollees in «Plan1» and <Plan 2>, and notice of non-creditable coverage to Medicare-eligible enrollees in «Plan3» and <Plan 4>.

Model notices and other regulatory guidance are provided by the Centers for Medicare and Medicaid Services (CMS) at the following internet address:

<http://www.cms.hhs.gov/medicarerereform/CCguidances.asp>

Sincerely,

Rocky Mountain Health Plans